

Utah Stop-loss Disclosure

Insurer Information

Insurer Legal Business Name		Phone	Today's Date ____/____/____
Street Address	City	State	Zip

Insured information

Employer Legal Business Name

Stop-Loss Contract Features

Contract Type	____/____	Effective Date	____/____/____	Termination Date	____/____/____
Covered Employees* <i>[at application]</i>		Covered Lives* <i>[at application]</i>			
Specific Attachment Point	\$	Aggregate Attachment Point		% (% of expected claims below specific att. point)	
				\$ (Dollar equivalent of % of expected claims)	
Renewability <i>[R590-85-3]</i> Conditionally Renewable <input type="checkbox"/> Non-Cancelable <input type="checkbox"/> Guaranteed Renewable <input type="checkbox"/> Optionally Renewable <input type="checkbox"/>					

Liability Exposure

	Monthly Cost[*] [†]	Contract Period Cost[*] [†]
Fixed Costs		
Specific Stop Loss Premium	\$	\$
Aggregate Stop Loss Premium	\$	\$
Other Fixed Fees (if any)	\$	\$
Subtotal Fixed Costs	\$	\$
Variable Costs		
Retained Claims Not Covered by Stop Loss		
Min	\$	\$
Expected	\$	\$
Max	\$	\$
Other Variable Fees (if any)		
Min	\$	\$
Expected	\$	\$
Max	\$	\$

Total Employer Outlay (Including impact of Monthly Accommodation if supported)	Monthly [Rate] Cost[*] [†]	Contract Period Cost[*] [†]
Min	\$	\$
Expected	\$	\$
Max	\$	\$

* ~~[Based on Initial Enrollment]~~ Enrollment should be based on enrollment expected at the coverage effective date.

[†] Monthly and Contract period Costs should be based on enrollment expected at the coverage effective date.

Utah Stop-loss Disclosure

Limitations on Coverage

Description of Monthly Accommodations

Description of Terminal Liability Funding

Utah Stop-loss Disclosure Guidance

The purpose of the Utah Stop-loss Disclosure form is to help a small employer make an informed decision about self-insuring major medical (medical, prescriptions, dental, vision, etc.) coverage with stop-loss reinsurance. The disclosure form should provide enough information to the small employer that it can understand its expected and maximum liability under a self-insured arrangement with stop-loss reinsurance. The disclosure is to be provided by a stop-loss insurer to a small employer prior to the effective date of a stop-loss contract.

The contract type is the period of coverage for stop-loss where the first number represents the number of calendar months covered and the second number represents the number of months covered plus the run out period. For example, a contract starting 1/1/2014 and ending 12/31/2014 with the ability to submit claims to the reinsurer for claims incurred during the contract and paid through 12/31/2015 would be a 12 / 24 contract. Please note that the Utah Code Annotated Title 31A, Chapter 43, Small Employer Stop-Loss Insurance Act requires that the contract at least provide 12 months of coverage and provide 12 months of run out.

Expenses associated with providing the stop-loss coverage (e.g. commissions, administrative expenses, risk profits, etc.) should be included in the “Other Fixed Fees” or “Other Variable Fees” fields of the “Liability Exposure” section.

The “Total Employer Outlay” is to be calculated as Fixed Costs + {Min, Expected, or Max} Variable Costs. For example, the Total Employer Outlay (Min) would be:

$$\begin{aligned} \text{Total Employer Outlay (Min)} &= \text{Subtotal Fixed Costs} + \text{Retained Claims Not Covered by Stop Loss (Min)} \\ &+ \text{Other Variable Fees (if any) (Min)} \end{aligned}$$

Sections “Limitations on Coverage,” “Description of Monthly Accommodations,” and “Description of Terminal Liability Funding” can be populated with references to sections of a stop-loss contract or policy if the contract or policy is provided along with the disclosure form.

Conditionally Renewable means renewal can be declined by class, geographic area or for stated reasons other than deterioration of health.

Guaranteed Renewable means renewal cannot be declined by the insurance company for any reason, but the insurance company can revise rates on a class basis.

Non-Cancelable means renewal cannot be declined nor can the rates be revised by the insurance company.

Optionally Renewable means renewal is at the option of the insurance company.